

General Assembly

Raised Bill No. 1023

January Session, 2013

LCO No. 3756



Referred to Committee on HUMAN SERVICES

Introduced by: (HS)

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## AN ACT CONCERNING REVENUE RETENTION BY NONPROFIT HEALTH AND HUMAN SERVICES PROVIDERS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (Effective July 1, 2013) (a) Any nonprofit provider 2 organization that is a party to a contract with a state agency for the provision of health or human services shall retain one hundred per 4 cent of the difference between the actual expenditures incurred by 5 such organization and the amount received by such organization under such contract, provided such organization (1) has met the 6 7 performance requirements of such contract, and (2) is in compliance 8 with the regulatory requirements and standards developed by the 9 contracting state agency.
  - (b) Not later than ninety days after the end of each fiscal year, any state agency which contracts with a nonprofit provider organization for the provision of health or human services shall determine if such organization is in compliance with the performance requirements of such contract and the regulatory requirements and standards developed by the agency. The contracting state agency shall promptly

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16 notify such organization of its determination.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	Iuly 1. 2013	New section

## Statement of Purpose:

To allow nonprofit providers of health and human services who are in compliance with state contractual provisions and regulatory standards to retain contracted amounts from the state to enhance their fiscal health and stability.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

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